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CENTRAL INTELLIGENCE AGENCY
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NAZI WAR CRIMES DISCLOSURE ACT
DATE 2003 2006

MEMORANDUM FOR: Assistant Deputy Director for Plans

SUBJECT : Canadian External Affairs' inquiry
on the Heine Case

REFERENCE : Ottawa Embassy Telegram 1520,
dated 9 May 1966

1. SD Division and the Office of General Counsel have provided the attached answers to the four questions which Canadian External Affairs put to Minister Joseph Scott. It is recommended that this information be conveyed to the Department of State for transmittal to Ambassador Butterworth, as indicated in the attached letter to the Department.

2. It is also recommended that the Department of State be advised that CIA has no objection to the Department's passing to Ambassador Butterworth for his background information a copy of the memorandum on the "Case of Heine v Kaus," dated 6 May 1966, which was prepared for the briefing of Congressional Subcommittee members and a copy of which was sent also to Mr. Walter A. Stoessel in the Department of State. It is believed far preferable to offer the Ambassador this paper than to prepare still another summary of the case which would go to the Department and which could, through a difference of emphasis or word choice, become the genesis for still further questions. Moreover, it is possible that Ambassador Butterworth may already have been informally made aware of the contents of the memorandum of 6 May.

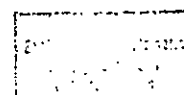
3. Attached is a proposed letter to the Department which may be used in the preparation of a reply to reference telegram.

Chief
European Division

Attachments:

1. Answers to four questions
2. Proposed letter to Department

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12 MAY
1966

MEMORANDUM FOR: Deputy Director for Coordination, INR
Department of State
Attention: Mr. Halvor O. Ebern

SUBJECT : Canadian External Affairs' Inquiry
on the Heine Case

REFERENCE : Ottawa Embassy's LHMIS Telegram 1520,
dated 9 May 1966

In response to your request, there is attached information and supporting documents which the Department of State may wish to use in preparing a reply to the referenced telegram.

[Chief]
European Division

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SUBJECT : Canadian External Affairs' Inquiry
on the Heine Case

REFERENCE: Ottawa Embassy's LHMIS Telegram 1520,
dated 9 May 1966

1. In regard to the four questions contained in reference telegram which Mr. McCardle raised with Minister Scott, this Agency can provide the following information which the Department of State may use in preparing a reply to the Embassy:

Question #1: Was Kaus ever in Canada and if so, what was his status (i.e., was he in the employ of CIA) at the time?

Answer #1: Yuri Kaus has visited Canada once, on official business for the Bureau of Public Roads, Department of Commerce, to Toronto on June 23-25, 1965. While in Toronto he met privately and separately with two friends of Estonian origin. These meetings were not in connection with CIA business or activities and were not at the request of CIA.

Question #2: Kaus' lawyers have been in touch with Mrs. Heine or her lawyers regarding the possibility of a settlement of the case out of court; are Kaus' lawyers who had been in touch paid for by CIA?

Answer #2: Kaus' lawyers have not been in touch with Mrs. Heine or her lawyers regarding settlement.

Question #3: Has there ever been any contact by CIA representatives either by letter or by interview in Canada with members of the Estonia emigre group? Although it would not be of concern to Canada they would also like to know whether there has been any such contact in the United States.

Answer #3: Kaus has been in occasional correspondence with the two friends (mentioned above) in Toronto during 1965. This correspondence was not at CIA instigation nor was it reported to CIA. There have been no contacts by CIA representatives with Estonian emigre groups in Canada.

